


 P O Box 427 Pretoria 0001 South Africa  
 370 Helen Joseph Street Pretoria 0002  
 +27 12 313 3911 / 0861 12 7272  
 [www.resbank.co.za](http://www.resbank.co.za)



SOUTH AFRICAN RESERVE BANK  
Prudential Authority

## **Prudential Communication 4 of 2023**

### **Financial Sector Regulation Act, 2017 (Act No. 9 of 2017)**

#### **Publication of Prudential Standard RA01 - Stays on Early-Termination Rights and Resolution Moratoria on Contracts of Designated Institutions in Resolution**

The Prudential Authority publishes today, the Prudential Standard on stays on early-termination rights and resolution moratoria on contracts of designated institutions in resolution (Standard).

The Standard is made in terms of section 105 of the Financial Sector Regulation Act, 2017 (Act No 9 of 2017) as amended by the Financial Sector Laws Amendment Act, 2021 (Act No. 23 of 2021) (the Act) and is intended to apply to all designated institutions.

The objective of the Standard is to stipulate requirements relating to on early-termination rights and resolution moratoria on contracts of designated institutions in resolution, in line with international standards and principles, for the orderly resolution of designated institutions. The Standard shall apply to early-termination rights that arise only because of entry of a designated institution into resolution or in connection with the use of resolution powers by the Reserve Bank in relation to a designated institution.

The consultation report as contemplated under section 104(1), together with the statement explaining the need for, the intended operation and the expected impact of the Standard as contemplated in section 98(1) of the Act, are published together with the Standard on the Prudential Authority's website.

The Standard will come into effect on 1 June 2023.

Requests for further information about this communication or the Prudential Standard may be submitted via email to [FST-RPD@resbank.co.za](mailto:FST-RPD@resbank.co.za) for the attention of Messrs Jacques Botes and Masenye Masemola.

**Fundi Tshazibana**  
**Chief Executive Officer**

**Date:**